

**ECONOMIC DEVELOPMENT  
Lake City Port Authority**

April 29, 2026

Department of Revenue  
Analysis of S.F. 4455 (Drazkowski) 2nd Engrossment

	<b>Yes</b>	<b>No</b>
<b>DOR Administrative Costs/Savings</b>		<b>X</b>

**Fund Impact**

	<b>F.Y. 2026</b>	<b>F.Y. 2027</b>	<b>F.Y. 2028</b>	<b>F.Y. 2029</b>
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective the day following final enactment.

**EXPLANATION OF THE BILL**

**Local Public Utilities Commission Members**

Under current law, if a petition is filed and signed by enough eligible voters to equal at least 15 percent of the number of electors voting at the most recent general election, then an ordinance that reduces the number of commission members on a local public utilities commission must be placed on the ballot at the next general election.

Under the proposal, the same conditions would apply to an ordinance that increases the number of commission members.

**Lake City Port Authority**

Under current law, the city of Lake City may establish a port authority commission if approved by the city and if the city files its approval with the secretary of state by the first day of the next regular session of the legislature.

Under the proposal, a port authority commission established by the city of Lake City would not have the power to levy taxes, issue debt or bonds of any kind, or exercise powers of eminent domain, but the port authority would be allowed to request the city of Lake City to levy a tax for the benefit of the port authority, which the city could either grant or deny. The proposal would also extend the time for the city of Lake City to file its approval with the secretary of state until January 1, 2027.

**Red Wing Port Authority**

Under the proposal, the term length for an appointee to the Red Wing Port Authority would be increased from three years to six years.

**REVENUE ANALYSIS DETAIL**

- It is assumed that the proposal would have no direct impact on the state general fund.

Source: Minnesota Department of Revenue  
Property Tax Division – Research Unit

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<https://www.revenue.state.mn.us/revenue-analyses>